

# Renewable Energy in the Midwest Region

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RGY AN

### **Energy and Mineral Development Program (EMDP):**

- Provides financial assistance and inhouse technical support to Tribes for performing data collection and investigations of their energy and mineral potential.
- An annual program using a competitive evaluation process to select proposed projects from tribes.
- Tribes use this information to
  - plan where they want development to occur;
  - promote their lands to industry partners;
  - negotiate the best economically beneficial agreement with partners;
  - develop the resource themselves









### **2014 EMDP Grant Awards**

- DEMD received a total of 79 proposals from tribes totaling just over \$28 million
- Over \$9.46 million was awarded to 45 tribal projects for the 2014 EMDP grant year

### **Funded Project by Commodity**

COMMODITY	NUMBER	AMOUNT
Renewable Energy	17 projects	\$2,059,413
Conventional Energy (Oil & Gas, Geothermal)	10 projects	\$2,504,883
Mineral	13 projects	\$1,996,000
Navajo Coal	1 project	\$1,000,000
Hydro Projects	4 projects	\$1,900,000







Provide the best possible technical and economic advice and services in assisting Indian mineral owners to achieve economic self-sufficiency by creating sustainable economies through the environmentally sound development of their energy and mineral resources.





"If you don't know where you are going, you'll end up someplace else." -Yogi Berra



### **Midwest Region – Electricity Market**

Average Residential Electricity Rates		
US	\$0.12/kWh	
Minnesota	\$0.12/kWh	
Wisconsin	\$0.14/kWh	
Michigan	\$0.14/kWh	
Iowa	\$0.12/kWh	





## **Midwest Region – Heating Market**

<u>Rising Fuel</u> <u>Prices:</u>

- Frigid temperatures
- Increased demand for drying crops
- Supply shortages



### **Energy Development Strategies**



### Local <u>resources</u> → Local <u>energy</u> → Local <u>economic impact</u>



### **Renewable Energy Resources**



### Secondary (Waste) Products for Local Energy

#### **Biomass Wastes**

- o Food wastes
- o Saw mill waste
- o Forest waste
- Municipal solid waste
- o Crop waste
- o Animal waste
- Waste water treatment plants
- Any other waste from nearby industry, including heat waste

#### **Natural Gas:**

- Gas from nearby pipeline
- Heat from nearby compressor station

### **Cogeneration**

- Utilize both heat and power
- Increased system efficiency
- Greater rate of return on investment



## BIOMASS

Community Scale
Wood chips or pellets for boilers/stoves

#### Industrial Scale

- Chip and/or pellet manufacturing
- Combined heat and power (CHP)

#### • Utility Scale

• Large power plants are tough

#### Feasibility Considerations

- Existing building energy systems
- Detailed resource assessment
- Complimentary to forest management

#### **DEMD Biomass Projects**

Bad River	CHP for Casino and community
Bois Forte	District heating for tribal buildings
Fond du Lac	Wood boiler for heating community buildings
Fond du Lac	Micro wood chipping study
Forest County Potawatomi	Anaerobic Digestion
Ho-Chunk	Anaerobic Digestion
Ho-Chunk	Waste Gasification
Menominee	CHP for MTE saw mill



# NATURAL GAS

- Community Scale • Home heating
- Industrial scale
  - Combined heat and power

#### Feasibility Considerations

 Access to pipeline infrastructure



### **Blue Lake Rancheria**

### Combined Heat and Power Project Utilizing Sawmill Wood Waste

- Goal: create local heat and power supply that can be used when the local grid is experiences power outages.
- Resource: sawmill wood waste
- Project:
  - Wood waste is used to create a synthetic gas, which is purified and used in a fuel cell to create reliable electricity for the casino/convention center.
  - The casino/convention center is the local meeting area during power outages.



#### Anticipated outcome:

- Jobs power plant operations
- Reliable electric supply
- Decrease use of diesel during power outages



# ENERGY EFFICIENCY

- Easiest way to save
  - Change your light bulbs
  - o Reduce heat loss
- Generally not funded through EMDP

### Emerging opportunity

• Carbon credits from efficiency upgrades





# GEOTHERMAL

- Community Scale
  - Geothermal Heat pumps
  - Some limitations in the Midwest

#### Feasibility Considerations

- o Geology
- EMDP can support engineering work





# HYDRO

- Industrial/Utility Scale
  - Retrofit existing dams or irrigation systems

#### Feasibility Considerations

- o Cost to retro-fit
- o Dam safety upgrades
- Access to transmission lines



#### **Menominee Case**

Feasibility to retrofit Neopit dam

Payback 20+ years

Could revisit with BIA if/when upgrades occur



# SOLAR

- Community Scale
  - Roof-top PV, net meter
  - o Solar thermal heating
  - o Incentive driven
    - New Minnesota RPS solar carve out
    - 1.5% by 2020 for public utilities
    - 10% must be solar PV systems <20 kW each</li>

#### Feasibility Considerations

- o Companies will assess for free
- EMDP can pay for engineering work

#### **DEMD Solar Project**

Fond du Lac	Engineering for 1 MW	
	ground mount near	
	Casino	



# WIND

#### Community Scale

- o Small scale, net meter
- Historical challenges with O&M

### • Utility scale

- o Land lease
- Dwindling incentives, uncertain future

### Feasibility Considerations

- Policy incentives
- o Net metering rules

#### White Earth Case

50 kW @ Naytahwaush Humanity Center

> 35 kW @ Ojibwe Building Supply

> > New 750 kW



### **Contact Us!**

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